



CSCanada

International Business and Management

Vol. 10, No. 2, 2015, pp. 54-56

DOI:10.3968/6688

ISSN 1923-841X [Print]

ISSN 1923-8428 [Online]

www.cscanada.netwww.cscanada.org

Economics in Our Daily Life

JING Ming^{[a],*}^[a] Monash University, Melbourne, Australia.

*Corresponding author

Received 13 January 2015; accepted 11 March 2015

Published online 30 April 2015

Abstract

From the last century, the physics and chemistry stand in the main position for society development, there is a ward, Learn science around the world are not afraid. As time progresses, things have changed, the economy has leading the role. The most vital thing cared by the government is the economy.

Key words: Economics; Principles of economics; Unemployment rate

Jing, M. (2015). Economics in Our Daily Life. *International Business and Management*, 10(2), 54-56. Available from: <http://www.cscanada.net/index.php/ibm/article/view/6688>
DOI: <http://dx.doi.org/10.3968/6688>

1. WHAT IS ECONOMIC

From the last century, the physics and chemistry stand in the main position for society development, there is a ward, Learn science around the world are not afraid. As time progresses, things have changed, the economy has leading the role. The most vital thing cared by the government is the economy. Everyone is part of economy and the economy exists around us. As Gene's (Gene, 2002, p. 12) opinion according to the "Economic for real people" economics ought to be relevant to our real life. Our daily expending, the tax we pay, share investment, superannuation and so on. The economic definitely deal with our daily life.

Many people hear the word "economics" and think it is all about money. Economic is not just about money. Economics is the study of how people based on useful

resources to make efficiency choice to measure our well-being. I got this point is based on "Principles of economics; an introductory volume" (Marshall, 1890) and "Economics" (Samuelson, 1948). Their opinions are about try to balance the limit resource and maximize the efficiency. In our daily life, we face different options then we should weighing different choices or alternatives to maximize the efficiency of our resource. The most common one is the superannuation, there have lots of option offer to us, which one is the most safety and can maximize the benefit in the future, how much money should I sacrifice now? Or which air plant should I choice, more safety, cheapest and arrive on time? Which company's insurance offer should we invest in? We seek to find the most efficiency choice to increase our well-being over time. Economic is relevant with our life we can't part with it.

2. GRADUATES IN CHINA

After this semester, I will back to china to start my working life. The first question is about the employment. I want to find a good job which has enough income can afford my future daily spending and also have some saving. But the employment market is not so good with a high supply of works than the demand especially in china which has such a high population. Lots people suggested me leave China and stay in Australia, the thing is, China is my mother land, I love china. As current situation is not good for our or new generation that means our country need our help to change to improve the economic.

During those years the employment market is not staying in a good situation. From the Figure behind, the graduates in 2001 is 1.14 million, then it stays in a high level of increase rate especially from 2001 to 2007 (4.95 Million), then the increase rate slow down, been to 2013 is 6.99 million; in 2014 it will be around 7.27 million. The high increases in the labor supply increase the stress

of the employment, that's a significant pressure on the society. But the demand of the labor stays in a low level. With such a big number of graduates crowd in to the labor

market, the competition with stress us. High supply with the limited demand will lead high unemployment rate and low salary level.

China: unemployment rate from 2003 to 2013

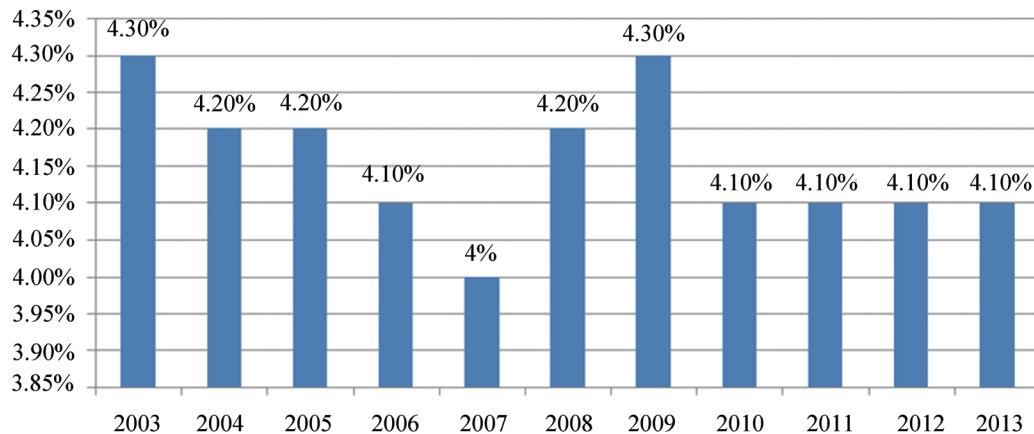


Figure 1
Graduates in 2001 – 2014

Note. Source: <http://www.eol.cn/html/c/2014gxbys/>

3. UNEMPLOYMENT RATE

The unemployment rate during those 10 years seems do not have a big increase, that's during those years, millions of Chinese leave china to find a job for a good living level. Based on the unemployment rate and the graduates in million, it is a poor situation, the well- being will not satisfying our need. This is the true and real problem we will face, we cannot avoid it. Then we should fix it or try to accept the truth. The thing we can do is improving our

self – quality to be success in the battle of labor market. Or we can shape some part of the labor to our country's labor market which stays in the ageing population and need workers. Another thing we can do is increase the demand of the workers, but that's not easy, that needs the need industry market, and the industry level in china nearly saturated. Try to increase the demand of workers is a long way to go. So for our generation the employment is an economic theory about our life.

China: unemployment rate from 2003 to 2013

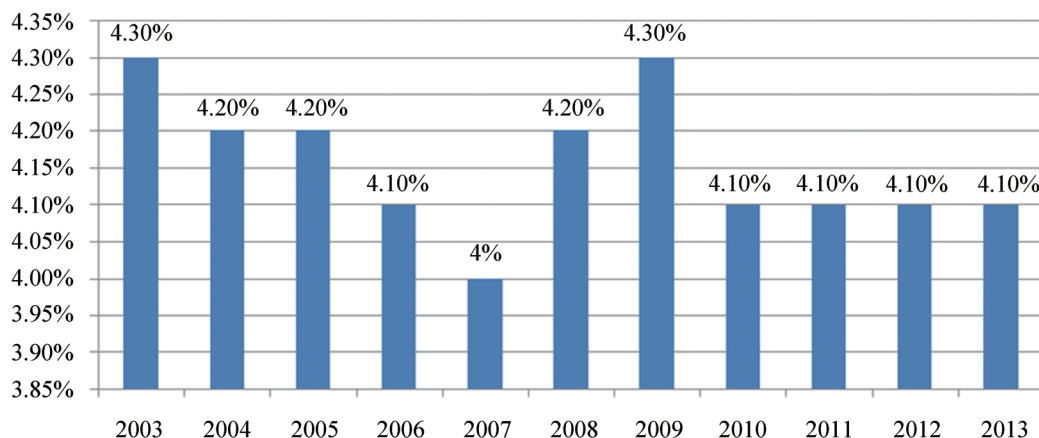


Figure 2
Unemployment Rate of China in 2003 - 2013

Note. Source: <http://www.statista.com/statistics/270320/unemployment-rate-in-china/>

4. SHARE PRICE MOVEMENT

Another thing I want to talk about is the MH370. It's about the share price movement of the **MALAYSIAN**

AIRLINE SYSTEM BH and also the influence on the insurance company.

From the Figure below, it is clear that, the share

price movement keep decrease. During those years, the bad operating policy and high compete level the share price of MAS decrease, and then the aircraft happen, the future situation of MAS are in trouble. From 10th March there is 10% decrease and the most is 16% decrease. The exchange rate of Ringgit still filling. Lots of people will try to withdraw the MAS shares. And also lots of people

will cancel their travel to MALAYSIAN (as we know travel income is important part of Malaysian). If without the help of government MAS will bank craft. Cause this accident; the insurance will pay million and million cash for it, that's also a big influence on insurance company. In some way the insurance companies also stay in a poor situation. It's like a butterfly effect.



Figure 3
Share Price of MAS

Note. Source: <http://finance.yahoo.com/echarts?s=3786.KL+Interactive>

Those two examples are relying on our real life. The economic is rounding up everywhere. We can't ignore it; we need be familiar with it and use it in our rest of life. As the new generation, we should family with economic and know the situation of the labor market and future career. Try to balance our resource and make the efficiency choice for our life, to get a well – being life.

REFERENCES

Education online (2014). Graduates in China. Retrieved from: <http://www.eol.cn/html/c/2014gxbys/>

Gene, C. (2002). *Economics for real people: An introduction to the Australian schools* (2nd ed.). Ludwig von Mises Institute.

Marshall, A. (1890). *Principles of economics: An introductory volume*. London: Macmillan.

Samuelson, P. A. (1948). *Economics*. New York: McGraw-Hill.

The Statistics Portal (2014). China: Unemployment rate. Statistics and Studies. Retrieved from: <http://www.statista.com/statistics/270320/unemployment-rate-in-china/>

Yahoo Finance (2014). MALAYSIAN AIRLINE SYSTEM BHD. Yahoo7! Finance. Retrieved from: <http://finance.yahoo.com/echarts?s=3786.KL+Interactive>